

**APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER
OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE
STATE OF NEVADA HERETOFORE APPROPRIATED**

Date of filing in State Engineer's Office FEB 3 1987

Returned to applicant for correction _____

Corrected application filed _____ Map filed FEB 3 1987 under 50570The applicant N.A. Degerstrom, Inc.N. 3303 Sullivan Road of Spokane
Street and No. or P.O. Box No. City or TownWashington 99216 hereby make S application for permission to change the
State and Zip Code No.Point of Diversion and Manner of Use
Point of diversion, manner of use, and/or place of useof water heretofore appropriated under Application for Permit No. 50119
(Identify existing right by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree andIdentify right in Decree.)

1. The source of water is Underground
Name of stream, lake, underground spring or other source.
2. The amount of water to be changed 1 CFS (cubic feet/second)
Second feet, acre feet. One second foot equals 448.83 gallons per minute.
3. The water to be used for Mining, milling and domestic purposes
Irrigation, power, mining, industrial, etc. If for stock state number and kind of animals.
4. The water heretofore permitted for Domestic, mining and ancillary mining operations
Irrigation, power, mining, industrial, etc. If for stock state number and kind of animals.
5. The water is to be diverted at the following point within Lot 2 of Section 30, T.25N., R.47E.
Describe as being within a 40-acre subdivision of public survey and by course and
M.D.B.&M. from which the W1/4 corner of said Section 30 bears S.43°59'24"W.,
distance to a section corner. If on unsurveyed land, it should be stated.
a distance of 1296.15 feet.
6. The existing permitted point of diversion is located within Lot 3 of Section 18, T.25N., R.47E.,
If point of diversion is not changed, do not answer.
M.D.B.&M., from which the northwest corner of said Section 18 bears N.12°46'50"W.,
a distance of 3515.42 feet.
7. Proposed place of use Same as existing
Describe by legal subdivisions. If for irrigation state number of acres to be irrigated.
8. Existing place of use NE1/4 of the SE1/4 and SE1/4 of the NE1/4, Section 13, T.25N.,
Describe by legal subdivisions. If permit is for irrigation, state number of acres irrigated. If changing place of use and/or
R.46E., M.D.B.&M.
manner of use of irrigation permit, describe acreage to be removed from irrigation.
9. Use will be from January 1 to December 31 of each year.
Month and Day Month and Day
10. Use was permitted from March 30 to October 30 of each year.
Month and Day Month and Day
11. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) Water will be pumped from the well head
State manner in which water is to be diverted, i.e. diversion structure, ditches,
to the mine site and either used directly or stored at the mine site.
pipes and flumes, or drilled well, etc.
12. Estimated cost of works \$15,000 (excluding pipeline)
13. Estimated time required to construct works 1 1/2 years

14. Estimated time required to complete the application of water to beneficial use. 3 years
15. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use. The water will be used for a gold mining heap leach operation and associated uses such as dust suppression on haul roads and domestic uses. Total annual use is estimated at 400 acre-feet per year as follows:
- | | | |
|--------------------------|----------------------------------|----------------|
| 1) Heap leach operation: | 260 gal./min., 10 months/year = | 350 ac-ft/year |
| 2) Dust suppression: | 48 acres @ 1 ac-ft/ac/year = | 48 ac-ft/year |
| 3) Domestic use: | 60 employees @ 25 gal/day/emp. = | 2 ac-ft/year |
| TOTAL | | 400 ac-ft/year |

Compared jjk/bc pm/se

By s/Neal A Degerstrom
N.A. Degerstrom, N. 3303 Sullivan Road
Spokane, Washington 99216

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and manner of use of the waters of an underground source as heretofore granted under Permit 50119 is issued subject to the terms and conditions imposed in said Permit 50119 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the Proof of Completion of Work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. The State retains the right to regulate the use of the water herein granted at any and all times.

This Permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

The amount of water to be changed shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second, but not to exceed 66 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before September 14, 1989

Proof of completion of work shall be filed before October 14, 1989

Application of water to beneficial use shall be made on or before September 14, 1991

Proof of the application of water to beneficial use shall be filed on or before October 14, 1991

Map in support of proof of beneficial use shall be filed on or before N/A

Completion of work filed _____ IN TESTIMONY WHEREOF, I PETER G. MORROS,
 State Engineer of Nevada, have hereunto set my hand and the seal of

Proof of beneficial use filed _____ my office, this 14th day of September,

Cultural map filed _____

Certificate No. _____ Issued _____

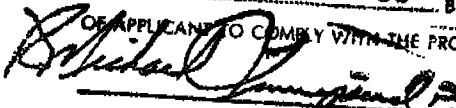
A.D. 19 87


 State Engineer

2407 (Rev. 6-81)

CANCELLED DEC 6 1990

BECAUSE OF FAILURE
 OF APPLICANT TO COMPLY WITH THE PROVISIONS OF PERMIT


 STATE ENGINEER